

 <p align="center"> Financial Assistance Award DENALI COMMISSION 510 L Street, Suite 410 Anchorage, Alaska 99501 (907) 271-1414 (phone) (907) 271-1415 (fax) www.denali.gov </p>		Award Number	01177-00		
		Award Title	FY 2009 Alaska eHealth Network		
		Performance Period	September 1, 2009 through September 30, 2011		
Authority 112 Stat 1854		CFDA Number 90.100		Recipient Organization & Address Alaska eHealth Network 2440 E Tudor Rd PMB 1143 Anchorage, AK 99507-1185 Phone: 907 729-3934 Recipient DUNS # 831381244 TIN # 27-0260346	
Denali Commission Finance Officer Certification		Jennifer Price 09/10/2009			
Cost Share Distribution Table					
Accounting Code	New Funding		Prior Period Funding		Total
	Denali Commission	Other Contributors	Denali Commission	Other Contributors	
95670000AL	\$250,000.00		\$0.00		\$250,000.00
	\$0.00		\$0.00		\$0.00
	\$0.00		\$0.00		\$0.00
	\$0.00		\$0.00		\$0.00
	\$0.00		\$0.00		\$0.00
Various Match		\$12,915,000.00		\$0.00	\$12,915,000.00
		\$0.00		\$0.00	\$0.00
		\$0.00		\$0.00	\$0.00
		\$0.00		\$0.00	\$0.00
		\$0.00		\$0.00	\$0.00
Total	\$250,000.00	\$12,915,000.00	\$0.00	\$0.00	\$13,165,000.00
This Financial Assistance Award approved by the Federal Co-Chair of the Denali Commission constitutes an obligation of federal funding.					
Award Conditions to the Financial Assistance Award Between the Denali Commission and the Alaska eHealth Network For Alaska eHealth Network Development - Award No. 01177 Continued on the following pages.					
Signature of Authorized Official - Denali Commission Electronically Signed			Typed Name and Title George Cannelos Federal Co-Chair		Date 09/04/2009

AWARD ATTACHMENTS

Alaska eHealth Network

01177-00

1. Alaska eHealth Network Development - Award Conditions

***Award Conditions to the Financial Assistance Award
Between the Denali Commission and the Alaska eHealth Network
For Alaska eHealth Network Development
Award No. 01177
August 2009***

1. Scope of Work

The Alaska eHealth Network (AeHN) is a carefully planned solution to our national health care problem of high spending and low returns on healthcare. AeHN was established as a 501(c)(3) in 2008 to create a statewide, standards-based electronic health network which will allow individual Alaskans to have their own personal health record and to authorize their health care providers to exchange electronic medical records in a timely, secure manner.

When complete, the AeHN will have the capability to provide any Alaskan with a secure Personal Health Record, including authorization for their health care providers to access electronic records required for continuity of care. The Network will support telemedicine services, the transfer of high resolution images for patient care, video conferencing, and Voice over Internet applications for providers.

The goals of the AeHN are statewide and will affect urban and rural health providers and facilities.

To establish and develop the business aspects of the AeHN, the Denali Commission is providing up to \$250,000 via this grant award. The grant serves to assist with the financing of the general areas of legal counsel, financial management, and marketing consultation surrounding the establishment of the Network.

The AeHN proposal for funding is incorporated by reference. The two-year budget follows:

Description	Fiscal Yr 1	Fiscal Yr 2	Justification
Legal Consultants	\$34,000	\$34,000	Consultant expenses for development of participation and governance agreements, evaluation of risks and liabilities.
Project Communications	\$30,000	\$30,000	Consultant expenses for development and production of statewide communications directly related to project.
Financial Management	\$25,000	\$25,000	Consultant expenses for financial management, grant reviews and auditing services for non-profit.
Insurance	\$10,000	\$10,000	Director's and officers insurance and risk assessment for HIE.
Website Updates and Secure Web Link to Personal Health Record	\$25,000		Development of consumer links to Personal Health Record and preventive health resources.
Travel (In State)	\$5,000	\$5,000	Travel to attend board meetings and other state events related to establishing a new organization.
Travel (Out of State)	\$5,700	\$5,700	Travel for two persons to attend National HIE Conference.
National HIE Meeting Registration	\$2,800	\$2,800	Registration fees for two persons to attend National HIE Conference.
TOTALS	\$112,500	\$137,500	
Project Total		\$250,000	

No cost share match is required for this award. However, the Denali Commission funds help to leverage these other funds secured by the AeHN over the past two years:

Agency for Healthcare Research and Quality: \$640,000 (two year) - Privacy and Security Evaluation for HIE Readiness - completed

Office of the National Coordinator for Health IT: \$350,000 (one year) - Privacy and Security Policy Development and Marketing/Communications - completed

Rasmuson Foundation: \$25,000 (6 month) - EHR Survey of Alaska Providers - completed

Health Resources and Services Administration: \$1,400,000 (2 year) - HIE implementation - starts in 2010

Federal Communications Commission: \$10,500,000 (5 year) - Technology Infrastructure - design phase completed

TOTAL MATCH FUNDS: \$ 12,915,000

All Commission funding is intended for use for the scope of work identified in the Award document only. Any balance of funds remaining after the full scope of work has been completed will be returned to the Denali Commission.

2. Milestones

The following milestones are identified as the major steps to be completed as part of the project. “Planned” dates for the first milestone are included here. As part of each progress report, recipients shall update the progress toward meeting these milestones (see section 7, Reporting).

Milestone	Planned		Actual		Units	Total Cost At Completion
	Start Date	End Date	Start Date	End Date		
In Progress	09/01/2009	09/30/2011			0	\$0.00
Project Close-out	10/01/2011	12/31/2011			0	\$0.00

3. Award Performance Period

The Award performance period is September 1, 2009 through September 30, 2011. This is the period during which Award recipients can incur obligations or costs against this Award.

4. Direct and Indirect Costs

The cost principles of OMB A-122 are applicable to this Award. No indirect costs are allowable under this award. Please refer to the cost principles regulations for specific details on other allowable charges under this Award.

5. Budget and Program Revisions

The Administrative Circular, 2 CFR Part 215 (formerly OMB A-110), applies to this Award. Please refer to the Administrative Circular for specific details on revisions to this Award. The Administrative Circular requires that AeHN will inform the Commission in writing (e-mail, letter, or report) at the earliest possible date of any unanticipated project cost overrun, project schedule delays, or changes in the project scope or changed site conditions.

6. Payments

Payments under this Award will be made by electronic transfer in response to a “Request for Advance or Reimbursement”, Standard Form 270 (SF-270) submitted by the AeHN. Requests for reimbursements may be made as needed. The SF-270 must be submitted to the Denali Commission via fax, e-mail (finance@denali.gov) or mail in order for payment to be processed. The form is available on the OMB website: http://www.whitehouse.gov/OMB/grants/grants_forms.html. Payments shall be made in accordance with 2 CFR Part 215. Please contact the Denali Commission’s Finance Specialist at (907) 271-1414 for further information about submitting this form. **No interest will be accrued on these funds.**

7. Reporting

Three forms of project reporting are required under this Award, listed below. AeHN shall submit reports using the Denali Commission's on-line Project Database System, available at www.denali.gov. If there are technical limitations which may prevent the recipient from meeting this requirement, please contact the Program Manager listed in this agreement.

- a. **Progress Reports** shall be submitted on a quarterly basis. The first reporting period is September 1, 2009 to December 30, 2009, and quarterly thereafter. Reports are due within 30 days of the end of the reporting period. Progress reports shall include the following:
 - i. Total project funding, including both Denali Commission funding and other project funding sources.
 - ii. The total project expenditures for the project as of the end of the reporting period, including both Denali Commission and Other funding sources.
 - iii. Updated schedule and milestone information as identified in the Scope of Work
 - iv. Narrative summary of the project status and accomplishments to date, and address the following questions: is the project on schedule, is the project on budget, and what actions are planned to address any project problems.
 - v. **Non-Construction Projects** For minor repair and renovation projects or other non-construction projects, pictures should be provided of before and after, or photos that are representative of the funded activity, to the extent possible. Photos shall be provided in a digital format as part of the on-line report. A short description of the activity and names of those in the photos shall also be provided.
- b. **Lessons Learned:** In addition to reporting quarterly, AeHN shall meet a minimum of twice annually with the Commission to report lessons learned and project status. These meetings may include community participation and can be held via teleconference, to be initiated by AeHN.
- c. **Federal Single Audits** shall be submitted annually, when required. In accordance with OMB Circular A-133, which requires [subpart 200] "Non-Federal entities that expend \$500,000 or more in a year in Federal awards shall have a single or program-specific audit conducted for that year in accordance with the provisions of this part [subpart 205]. The determination of when an award is expended should be based on when the activity related to the award occurs."

Recipients shall also submit single audits to the Federal Clearinghouse as designated by OMB. Information can be found on the following web-site:
<http://harvester.census.gov/sac/>

8. *Project/Award Close-Out*

The project close-out report shall be completed within 90 days of the end of the Award performance period or within 90 days of the completion of the project, whichever is earlier. Recipients must also draw down any remaining funds for expenditures incurred under this award during this 90-day period.

The project close-out report shall be submitted on-line through the Denali Commission's on-line Project Database System, available at www.denali.gov. The project close out will require the recipient to submit the following information:

- a. Final data for each item listed in paragraph 7(a) "Progress Reports"
- b. Final project expenditures itemized by the following categories: planning & design; materials & equipment; freight; labor; project administration/overhead and other expenses.
- c. Acknowledgement of support: For all non-construction projects, the Award recipient shall include an acknowledgement of the Government's support for the project(s) developed under this Award. The format for acknowledgement of the Government's support for non-construction awards will vary with each award and must be agreed upon between the Award recipient and the Denali Commission Project Manager. Costs associated with this requirement shall be paid out of the project funding received by the Award recipient from the Denali Commission.

9. *Public Policy Laws and Assurances*

Award Recipients are required to comply with the public policy laws and assurances on Standard Form SF 424b (non-construction projects). This form must also be signed by a certifying official of the organization. Some of the laws are highlighted below for your reference.

To the maximum extent practicable, considering applicable laws, Funding Recipients shall accomplish the project contemplated by the Award using local Alaska firms and labor.

No portion of this award may be used for lobbying or propaganda purposes as prohibited by 18 U.S.C. Section 1913 or Section 607(a) of Public Law 96-74.

Project level environmental reviews in accordance with the National Environmental Policy Act (NEPA) and the National Historic Preservation Act (NHPA) are required for each project undertaken with Denali Commission funds.

10. *Non-Compliance with Award Conditions*

Recipients not in compliance with the terms and conditions of this Financial Assistance Award will be notified by the Denali Commission. The Denali Commission will work with the recipient to identify the steps necessary to bring them back into compliance, and

will establish an appropriate time frame for the corrections to be made. If the corrections have not been made by the deadline, the Denali Commission reserves the right to either suspend or unilaterally terminate the Financial Assistance Award for non-performance.

11. Program Manager, Financial Manager & Other Contact Information

Denali Commission	Alaska eHealth Network
Ms. Nancy Merriman Health Facilities Sr. Program Manager 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-271-1779 Fax: 907-271-1415 E-mail: nmerriman@denali.gov	Rebecca Madison Project Manager & Financial Contact 2440 E. Tudor Road, PMB 1143 Anchorage, AK 99507 Phone: 907-729-3934 Fax: n/a Email: rebeccam@akrivertracks.com
Betty Sorensen Grants Administrator 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-271-3415 Fax: 907-271-1415 E-mail: bsorensen@denali.gov	

12. Other documents:

- a. Alaska eHealth Network Request for Funding, August 5, 2009